- (1) The Secretary listed the agency as a nationally recognized agency on or before October 1, 1991 and has recognized it continuously since that date;
- (2) The related, associated, or affiliated trade association or membership organization plays no role in making or ratifying either the accrediting or policy decisions of the agency;
- (3) The agency has sufficient budgetary and administrative autonomy to carry out its accrediting functions independently; and
- (4) The agency provides to the related, associated, or affiliated trade association or membership organization only information it makes available to the public.
- (e) An agency seeking a waiver of the "separate and independent" requirements under paragraph (d) of this section must apply for the waiver each time the agency seeks recognition or continued recognition.

(Authority: 20 U.S.C. 1099b)

§ 602.15 Administrative and fiscal responsibilities.

The agency must have the administrative and fiscal capability to carry out its accreditation activities in light of its requested scope of recognition. The agency meets this requirement if the agency demonstrates that—

- (a) The agency has—
- (1) Adequate administrative staff and financial resources to carry out its accrediting responsibilities;
- (2) Competent and knowledgeable individuals, qualified by education and experience in their own right and trained by the agency on its standards, policies, and procedures, to conduct its on-site evaluations, establish its policies, and make its accrediting and preaccrediting decisions;
- (3) Academic and administrative personnel on its evaluation, policy, and decision-making bodies, if the agency accredits institutions;
- (4) Educators and practitioners on its evaluation, policy, and decision-making bodies, if the agency accredits programs or single-purpose institutions that prepare students for a specific profession:
- (5) Representatives of the public on all decision-making bodies; and

- (6) Clear and effective controls against conflicts of interest, or the appearance of conflicts of interest, by the agency's—
 - (i) Board members;
 - (ii) Commissioners;
 - (iii) Evaluation team members;
 - (iv) Consultants;
 - (v) Administrative staff; and
- (vi) Other agency representatives; and
- (b) The agency maintains complete and accurate records of—
- (1) Its last two full accreditation or preaccreditation reviews of each institution or program, including on-site evaluation team reports, the institution's or program's responses to on-site reports, periodic review reports, any reports of special reviews conducted by the agency between regular reviews, and a copy of the institution's or program's most recent self-study; and
- (2) All decisions regarding the accreditation and preaccreditation of any institution or program, including all correspondence that is significantly related to those decisions.

(Approved by the Office of Management and Budget under control number 1845–0003)

(Authority: 20 U.S.C. 1099b)

REQUIRED STANDARDS AND THEIR APPLICATION

§ 602.16 Accreditation and preaccreditation standards.

- (a) The agency must demonstrate that it has standards for accreditation, and preaccreditation, if offered, that are sufficiently rigorous to ensure that the agency is a reliable authority regarding the quality of the education or training provided by the institutions or programs it accredits. The agency meets this requirement if—
- (1) The agency's accreditation standards effectively address the quality of the institution or program in the following areas:
- (i) Success with respect to student achievement in relation to the institution's mission, including, as appropriate, consideration of course completion, State licensing examination, and job placement rates.
 - (ii) Curricula.
- (iii) Faculty.